

**Conference Committee Report on  
House Bill No. 447 / Senate Bill No. 793**

The House and Senate Conference Committee appointed pursuant to motions to resolve the differences between the two houses on House Bill No. 447 (Senate Bill No. 793) has met and recommends that the following amendments be deleted: House Amendment No. 1 and Senate Amendment No. 2.

The Committee further recommends that the following amendment be adopted:  
by deleting all language after the enacting clause and substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 57-3-202(i), is amended by adding the following new subdivision (5):

(5) Samples served and alcoholic beverages sold for consumption on the premises of a distillery in accordance with this subsection (i) are not subject to the tax imposed by § 57-4-301(c).

SECTION 2. Tennessee Code Annotated, Section 57-3-106, is amended by adding the following as a new subsection:

( )

(1) Notwithstanding subsection (a), in any county that has approved the sale at retail of alcoholic beverages, retail sales may be made within the boundaries of any property under the control of a property owners association that:

(A) Includes at least four thousand (4,000) homes;

(B) Contains three (3) golf courses, a country club, and a yacht club;

(C) Is managed by a 501(c) nonprofit corporation;

(D) Has more than one hundred (100) miles of roads maintained by the property owners association;

(E) Has a volunteer fire department;

(F) Has more than one hundred (100) people employed by the property owners association;

(G) Has a utility system maintained by the property owners association;

(H) Is located on the banks of Tellico Reservoir; and

(I) Is located in any county having a population not less than forty-eight thousand five hundred (48,500) and not more than forty-eight thousand six hundred (48,600), according to the 2010 federal census or any subsequent federal census.

(2) Notwithstanding any other law to the contrary, the commission may issue a retailer's license to any 501(c) nonprofit corporation described in subdivision ( ) (1)(C) if such nonprofit corporation approves having a retail licensee within the boundaries of its property upon a majority vote of the board for such nonprofit corporation.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.

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Senator Steven Dickerson

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Representative Kent Calfee

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Senator Sara Kyle

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Representative Karen Camper

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Senator Ken Yager

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Representative Charles Sargent